

MEETING NUMBER 3148

JOURNAL OF PROCEEDINGS
BOARD OF TRUSTEES OF THE POLICE AND FIRE RETIREMENT SYSTEM
OF THE CITY OF DETROIT

HELD THURSDAY, JUNE 15, 2017

9:00 A.M.

IN THE CONFERENCE ROOM OF THE RETIREMENT SYSTEMS
500 WOODWARD AVENUE, SUITE 3000, DETROIT, MICHIGAN 48226

TRUSTEES PRESENT

MARK DIAZ	ELECTED TRUSTEE/POLICE
MATTHEW GNATEK	ELECTED TRUSTEE/POLICE
ANGELA R. JAMES	EX/OFFICIO RETIRANT TRUSTEE/POLICE/HONORABLE MAYOR'S DESIGNEE
BRENDA JONES	EX/OFFICIO TRUSTEE/HONORABLE CITY COUNCIL PRESIDENT
CHRISTA MCLELLAN	EX/OFFICIO TRUSTEE/TREASURER
MEGAN S. MOSLIMANI	EX/OFFICIO TRUSTEE/CORPORATION COUNSEL'S ALTERNATE
JOHN NAGLICK	EX/OFFICIO TRUSTEE/FINANCE DIRECTOR
SEAN P. NEARY	ELECTED TRUSTEE/FIRE
JEFFREY PEGG	ELECTED TRUSTEE/FIRE
PORTIA ROBERSON	EX/OFFICIO TRUSTEE/HONORABLE MAYOR'S ALTERNATE/CHAIRPERSON
JOHN SERDA	ELECTED TRUSTEE/POLICE/VICE CHAIRPERSON
GREGORY TROZAK	ELECTED RETIRANT TRUSTEE/POLICE
JOHN G. TUCKER	ELECTED RETIRANT TRUSTEE/FIRE

TRUSTEES EXCUSED

TRACY THOMAS	ELECTED TRUSTEE/FIRE
STEVEN WATSON	EX/OFFICIO TRUSTEE/DIRECTOR OF SPECIAL PROJECTS-OFFICE OF CHIEF FINANCIAL OFFICER/BUDGET DIRECTOR'S DESIGNEE

TRUSTEES ABSENT

NONE

STAFF PRESENT

CYNTHIA A. THOMAS	EXECUTIVE DIRECTOR
DAVID CETLINSKI	ASSISTANT EXECUTIVE DIRECTOR
RYAN C. BIGELOW	CHIEF INVESTMENT OFFICER
MICHAEL KRUSHENA	INVESTMENT OFFICER
RONALD A. KING	GENERAL COUNSEL
JANET S. LENEAR	RECORDING SECRETARY

STAFF EXCUSED

NONE

STAFF ABSENT

NONE

CHAIRPERSON

PORTIA ROBERSON

VICE CHAIRPERSON

JOHN SERDA

FOLLOWING A VERBAL ROLL CALL, CHAIRPERSON **ROBERSON** CALLED THE MEETING TO ORDER AT **9:15 A.M.**

JUNE 15, 2017 AGENDA APPROVAL

BY TRUSTEE GNATEK – SUPPORTED BY TRUSTEE PEGG

RESOLVED, THAT TODAY'S **JUNE 15, 2017** AGENDA BE APPROVED AS PREPARED AND PRESENTED BY THE BOARD'S RECORDING SECRETARY:

YEAS – TRUSTEES DIAZ, GNATEK, MCLELLAN, NEARY, PEGG, TROZAK, TUCKER
AND CHAIRPERSON ROBERSON – 8

NAYS – NONE

PUBLIC RELATIONS ADVISOR **BRUCE BABIARZ** ENTERED THE MEETING AT 9:18 A.M.

HYBRID APPLICATIONS

BY TRUSTEE GNATEK – SUPPORTED BY TRUSTEE DIAZ

RESOLVED, THAT THE **HYBRID APPLICATIONS** WHICH ARE REFERENCED BELOW BE APPROVED:

HYBRID APPLICATIONS

NAME-TITLE-DEPARTMENT:
RETIREMENT TYPE-PLAN:
SERVICE CREDIT-EFFECTIVE DATE:

WINSTON CRAIG – SERGEANT - POLICE
HYBRID DROP – 2014 PLAN
02 10 00 – 05 11 17

HYBRID APPLICATIONS - CONTINUED

HYBRID APPLICATIONS - CONTINUED

NAME-TITLE-DEPARTMENT: RICHARD ARSLANIAN – DETECTIVE - POLICE
RETIREMENT TYPE-PLAN: HYBRID DROP – 2014 PLAN
SERVICE CREDIT-EFFECTIVE DATE: 02 10 00 – 05 15 17

NAME-TITLE-DEPARTMENT: JON TALBERT – OFFICER – POLICE
RETIREMENT TYPE-PLAN: HYBRID DROP – 2014 PLAN
SERVICE CREDIT-EFFECTIVE DATE: 02 10 00 – 05 08 17

NAME-TITLE-DEPARTMENT: WILLIAM ASHFORD – OFFICER - POLICE
RETIREMENT TYPE-PLAN: HYBRID DROP – 2014 PLAN
SERVICE CREDIT-EFFECTIVE DATE: 01 11 00 – 05 23 16

YEAS – TRUSTEES DIAZ, GNATEK, MCLELLAN, NEARY, PEGG, TROZAK, TUCKER
AND CHAIRPERSON ROBERSON – 8

NAYS – NONE

DROP APPLICATIONS

BY TRUSTEE GNATEK – SUPPORTED BY TRUSTEE DIAZ

RESOLVED, THAT THE **DROP APPLICATIONS** WHICH ARE REFERENCED BELOW
BE APPROVED:

DROP APPLICATIONS

NAME-TITLE-DEPARTMENT: WINSTON CRAIG – SERGEANT - POLICE
RETIREMENT TYPE-PLAN: DROP - NEW
SERVICE CREDIT-EFFECTIVE DATE: 20 05 27 – 05 11 17

NAME-TITLE-DEPARTMENT: MICHAEL GARNER – OFFICER - POLICE
RETIREMENT TYPE-PLAN: DROP - NEW
SERVICE CREDIT-EFFECTIVE DATE: 17 01 19 – 05 12 17

NAME-TITLE-DEPARTMENT: ROBIN WEAVER – OFFICER - POLICE
RETIREMENT TYPE-PLAN: DROP - NEW
SERVICE CREDIT-EFFECTIVE DATE: 20 01 19 – 05 26 17

NAME-TITLE-DEPARTMENT: CHRISTINE ROZIER – OFFICER - POLICE
RETIREMENT TYPE-PLAN: DROP - NEW
SERVICE CREDIT-EFFECTIVE DATE: 17 01 19 – 05 16 17

DROP APPLICATIONS - CONTINUED

DROP APPLICATIONS - CONTINUED

NAME-TITLE-DEPARTMENT: RICHARD ARSLANIAN – OFFICER – POLICE
RETIREMENT TYPE-PLAN: DROP - NEW
SERVICE CREDIT-EFFECTIVE DATE: 19 01 11 – 05 15 17

NAME-TITLE-DEPARTMENT: KIMREE BECKEM – OFFICER - POLICE
RETIREMENT TYPE-PLAN: DROP - NEW
SERVICE CREDIT-EFFECTIVE DATE: 17 11 09 – 05 22 17

NAME-TITLE-DEPARTMENT: RANDALL CRAIG – SERGEANT - POLICE
RETIREMENT TYPE-PLAN: DROP - NEW
SERVICE CREDIT-EFFECTIVE DATE: 21 04 04 – 05 22 17

NAME-TITLE-DEPARTMENT: STANLEY SUSKI – OFFICER - POLICE
RETIREMENT TYPE-PLAN: DROP - NEW
SERVICE CREDIT-EFFECTIVE DATE: 17 11 25 – 05 22 17

YEAS – TRUSTEES DIAZ, GNATEK, MCLELLAN, NEARY, PEGG, TROZAK, TUCKER
AND CHAIRPERSON ROBERSON – 8

NAYS – NONE

RETIREMENT APPLICATION

BY TRUSTEE GNATEK – SUPPORTED BY TRUSTEE MCLELLAN

RESOLVED, THAT THE **RETIREMENT APPLICATION** WHICH IS DESIGNATED
BELOW BE APPROVED:

RETIREMENT APPLICATION

NAME-TITLE-DEPARTMENT: DONELLA BELL – SERGEANT - POLICE
RETIREMENT TYPE-PLAN: CONVERSION FROM DUTY DISABILITY - NEW
SERVICE CREDIT-EFFECTIVE DATE: 25 00 00 – 06 01 08

YEAS – TRUSTEES DIAZ, GNATEK, MCLELLAN, NEARY, PEGG, TROZAK, TUCKER
AND CHAIRPERSON ROBERSON – 8

NAYS – NONE

RECEIPTS

THE **RECEIPTS** WHICH FOLLOW WERE ACKNOWLEDGED BY THE BOARD:

RECEIPTS

The Police & Fire Retirement System of the City of Detroit			
Receipts for Acknowledgement			
5/29/17-6/9/17			
Meeting #3148			
June 15, 2017			
REMITTER	WIRE DATE	DESCRIPTION	AMOUNT
RECEIPTS			
SW Pelham Fund III	05/30/17	Distribution	549,000.00
American Realty Advisors	05/31/17	Distribution	9,830,000.00
Steward Real Estate Partners Fund	06/01/17	Distribution	264,000.00
SAS Equity REIT	06/07/17	Distribution	6,232,548.27
Lazard EM Mkts	06/07/17	Distribution	17,000,000.00
FIRST INDEPENDENCE BANK	05/31/17	Loan Deductions	130,509.01
FIRST INDEPENDENCE BANK	06/02/17	Loan Deductions	50,398.13
CITY OF DETROIT	06/02/17	Weekly Mandatory Employee Contribution	80,119.78
CITY OF DETROIT	06/02/17	Weekly Annuity Contribution	404.72
CITY OF DETROIT	06/09/17	Weekly Mandatory Employee Contribution	246,869.17
CITY OF DETROIT	06/09/17	Weekly Annuity Contribution	2,437.88
TOTAL RECEIPTS			\$ 34,386,286.96

DISBURSEMENTS

BY TRUSTEE GNATEK – SUPPORTED BY TRUSTEE DIAZ

RESOLVED, THAT THE **DISBURSEMENTS** WHICH FOLLOW BE APPROVED:

DISBURSEMENTS

The Police & Fire Retirement System of the City of Detroit			
Disbursements for Approval			
5/29/17-6/9/17			
Meeting #3148			
June 15, 2017			
PAYEE NAME		DESCRIPTION	AMOUNT
DISBURSEMENTS			
Annuity Refunds		Refund List #3687	59,493.98
Checkwrite		Capital Calls, Legal, Administrative & Misc. Expenses	0.00
Loan Program		Loan Funding: Meeting No. 3147	16,989.00
TOTAL DISBURSEMENTS			\$ 76,482.98

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
MEETING NUMBER 3148 – THURSDAY – JUNE 15, 2017

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DISBURSEMENTS – CONTINUED

DISBURSEMENTS – CONTINUED

Police & Fire Retirement System

Company: RSCD-PFRS

User: aw/ft

Branch: LEGACY

Meeting Date: 6/15/17

Category

Legal Fees

Type	Vendor Ref.	Vendor Name	Bill Description	Due Date	Balance	To Pay
BILL	684083	CLARK HILL, PLC	Lyondell thru 8/31/17	10/30/2016	1,071.00	1,071.00
Category Total:				1 Document		1,071.00

Investment Expenses

Type	Vendor Ref.	Vendor Name	Bill Description	Due Date	Balance	To Pay
BILL	1Q17	ADVENT CAPITAL MANAGEMENT, LLC	Management Fees - 1st Qtr '17	5/30/2017	62,781.28	62,781.28
WIRE	6899	AMERICAN REALTY ADVISORS	Disposition Fee for Sale of Glenwood Plaza	7/14/2017	106,250.00	106,250.00
WIRE	111-2017-0009093	BNY Mellon	Management Fees - 3rd Qtr '16	7/13/2017	76,229.64	76,229.64
BILL	19458	INCOME RESEARCH + MANAGEMENT INC.	Management Fees - 1st Qtr '17	5/27/2017	48,142.17	48,142.17
BILL	DETFFRE888590317	JOHNSTON ASSET MANAGEMENT	Management Fees - 1st Qtr '17	5/21/2017	150,485.34	150,485.34
BILL	20170331-1312-A	MELLON CAPITAL MANAGEMENT	Management Fees - 1st Qtr '17	6/22/2017	41,490.31	41,490.31
BILL	1612-4417	PAYDEN & RYGEL	Management Fees - April 2017	6/15/2017	9,669.00	9,669.00
BILL	1Q17	RHUMBLIN ADVISERS	Management Fees - 1st Qtr '17	6/30/2017	22,268.00	22,268.00
Category Total:				8 Documents		517,315.74

Administrative Fees

Type	Vendor Ref.	Vendor Name	Bill Description	Due Date	Balance	To Pay
BILL	769498	500 WEBWARD LLC	Electrical Billing: 3/30/17-4/27/17, Meter #16055044	5/27/2017	769.62	769.62
BILL	769499	500 WEBWARD LLC	Electrical Billing: 3/30/17-4/27/17, Meter #16055070	5/27/2017	838.85	838.85
BILL	33032	500 WEBWARD LLC	Office Maintenance	5/27/2017	880.11	880.11
BILL	32825	500 WEBWARD LLC	Rent - May 2017	5/31/2017	23,150.04	23,150.04
BILL	769498	500 WEBWARD LLC	Electrical Billing: 4/27/17-5/30/17, Meter #16055044	6/29/2017	888.73	888.73
BILL	769499	500 WEBWARD LLC	Electrical Billing: 4/27/17-5/30/17, Meter #16055070	6/29/2017	919.77	919.77
BILL	34173	500 WEBWARD LLC	Rent - June 2017	7/1/2017	23,150.04	23,150.04
BILL	05102017	ALEX BROWN REALTY	Loan Servicing Fees - April 2017	6/9/2017	527.54	527.54
BILL	06022017	ALEX BROWN REALTY	Loan Servicing Fees - May 2017	7/2/2017	526.71	526.71
BILL	2017060002	ASYSCO	AMT Software License Renewal	7/2/2017	16,466.89	16,466.89
WIRE	233503661	Best Buy Co., Inc.	Investment Laptops	7/13/2017	1,962.95	1,962.95
BILL	5603826603	BLOOMBERG FINANCE LP	Bloomberg Anywhere: 4/21/17-7/20/17	5/24/2017	5,557.50	5,557.50

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
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DISBURSEMENTS – CONTINUED

DISBURSEMENTS - CONTINUED

BILL	001978	BlueRock Technologies	Meraki MR Enterprise Cloud License	6/30/2017	954.00	954.00
BILL	060617	BURGOYNE APPRAISAL COMPANY	Regional Appraisal	6/6/2017	3,500.00	3,500.00
BILL	37987	Commercial Graphics, Inc.	Envelopes	7/14/2017	74.82	74.82
WIRE	060417	ConnectPay	Staff Wages: 5/22/17-6/4/17	6/4/2017	9,045.50	9,045.50
BILL	1197233	CREATIVE BREAKTHROUGHS INC	IT Security Services	6/30/2017	12,400.00	12,400.00
BILL	INV019225	CRESTWOOD ASSOCIATES L.L.C.	Acumatica Training & Implementation	6/4/2017	1,100.00	1,100.00
BILL	5-627-03182	FEDEX	FedEx Mailings	7/7/2017	21.49	21.49
BILL	485526	First CHOICE Coffee Services	Coffee Supplies	7/6/2017	120.33	120.33
BILL	486308	First CHOICE Coffee Services	Equipment Rental	6/27/2017	8.63	8.63
BILL	430693	GABRIEL, ROEDER, SMITH & CO	EDRO Calculations for A. Ellis	7/8/2017	600.00	600.00
BILL	430599	GABRIEL, ROEDER, SMITH & CO	EDRO Calculations for D. Newkirk	7/7/2017	800.00	800.00
BILL	430635	GABRIEL, ROEDER, SMITH & CO	EDRO Calculations for D. Nielsen	7/7/2017	800.00	800.00
BILL	136480	IRON MOUNTAIN	Data Domain Services	6/30/2017	1,028.45	1,028.45
BILL	201322732	IRON MOUNTAIN	Storage CD's	7/14/2017	697.47	697.47
BILL	NW26870	Iron Mountain Records Management	Records Storage	6/30/2017	1,426.84	1,426.84
WIRE	053117	IT Contractual Wages: B. Hardy	IT Staff Wages for May 2017	5/31/2017	4,821.91	4,821.91
WIRE	053117	IT Contractual Wages: J. Hollins	IT Staff Wages for May 2017	6/30/2017	3,980.52	3,980.52
WIRE	053117	IT Contractual Wages: R. Tchou	IT Staff Wages for May 2017	6/30/2017	8,000.83	8,000.83
WIRE	053117	IT Contractual Wages: S. Vrooman	IT Staff Wages for May 2017	6/30/2017	760.50	760.50
WIRE	053117	IT Contractual Wages: V. Rallapalli	IT Staff Wages for May 2017	6/30/2017	6,789.18	6,789.18
BILL	8272	KELLEY CAWTHORNE	Lobbyist Services - May 2017	7/1/2017	7,500.00	7,500.00
BILL	060417	NEOFUNDS BY NEOPOST	Postage	7/4/2017	33.62	33.62
BILL	927638611001	OFFICE DEPOT	Office Supplies	6/12/2017	28.09	28.09
BILL	924638612001	OFFICE DEPOT	Office Supplies	6/15/2017	20.00	20.00
BILL	927638610001	OFFICE DEPOT	Office Supplies	6/15/2017	11.69	11.69
BILL	927632842001	OFFICE DEPOT	Office Supplies	6/14/2017	144.98	144.98
BILL	117092	PLANET TECHNOLOGIES, INC	Computer Services	5/30/2017	937.50	937.50
BILL	117358	PLANET TECHNOLOGIES, INC	Computer Services	6/30/2017	134.38	134.38
BILL	6812232	QUILL CORPORATION	Office Supplies	6/15/2017	267.91	267.91
BILL	6816956	QUILL CORPORATION	Office Supplies	6/15/2017	13.98	13.98
BILL	6986566	QUILL CORPORATION	Office Supplies	6/22/2017	132.15	132.15
BILL	6996635	QUILL CORPORATION	Office Supplies	6/22/2017	25.99	25.99
BILL	7059660	QUILL CORPORATION	Office Supplies	6/24/2017	41.99	41.99
BILL	060617	REGINALD E. ONEAL	Medical Billing: 1/30/17, 4/24/17-5/30/17	7/6/2017	1,620.00	1,620.00
BILL	8122395440	SHRED-IT USA	Shredding Service Charges	6/21/2017	48.73	48.73
WIRE	1208407	UHY Advisors MI, Inc. - Accounting	Professional Accounting Services: 4/1/17-4/15/17	5/21/2017	33,031.25	33,031.25
WIRE	1210899	UHY Advisors MI, Inc. - Accounting	Professional Accounting Services: 4/16/17-4/30/17	5/30/2017	34,081.25	34,081.25
WIRE	1216735	UHY Advisors MI, Inc. - IT	Professional IT Services: May 2017	6/30/2017	94,312.50	94,312.50
				<hr/>		
BILL	9786941048	VERIZON WIRELESS	Wireless Billing: 5/5/17-6/4/17	7/4/2017	1,366.33	1,366.33
BILL	98855283	WELLS FARGO VENDOR FINANCIAL SVCS, LLC	RICOH Color Copier Lease	6/28/2017	134.85	134.85
				<hr/>		
Category Total:				52 Documents	306,456.41	

YEAS – TRUSTEES DIAZ, GNATEK, MCLELLAN, NEARY, PEGG, TROZAK, TUCKER
AND CHAIRPERSON ROBERSON – 8

NAYS – NONE

REFUNDS OF ACCUMULATED CONTRIBUTIONS

BY TRUSTEE GNATEK – SUPPORTED BY TRUSTEE TROZAK

RESOLVED, THAT THE CONTRIBUTIONS TO THE **ANNUITY SAVINGS FUND** BY MEMBERS OF THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT, INCLUDING INTEREST, BE REFUNDED PENDING AUDIT BY RETIREMENT SYSTEM ACCOUNTING STAFF:

LIST NUMBER 3687 - \$ 74,367.60

LIST NUMBER 3688 - \$707,984.82

YEAS – TRUSTEES DIAZ, GNATEK, MCLELLAN, NEARY, PEGG, TROZAK, TUCKER
AND CHAIRPERSON ROBERSON – 8

NAYS – NONE

1974 DEFINED CONTRIBUTION PLAN (EMPLOYEE LOAN PROGRAM)

BY TRUSTEE GNATEK – SUPPORTED BY TRUSTEE TROZAK

RESOLVED, THAT THE **1974 DEFINED CONTRIBUTION PLAN LOAN REQUEST LISTS** SUBMITTED THIS DATE BE APPROVED AND THE REQUESTED AMOUNTS BE DISBURSED PENDING AUDIT BY RETIREMENT SYSTEM ACCOUNTING STAFF:

LIST #1 – \$ 16,989.00

LIST #2 – \$110,204.00

YEAS – TRUSTEES DIAZ, GNATEK, MCLELLAN, NEARY, PEGG, TROZAK, TUCKER
AND CHAIRPERSON ROBERSON – 8

NAYS – NONE

MAY 18, 2017 MINUTE APPROVAL

BY TRUSTEE NEARY – SUPPORTED BY TRUSTEE GNATEK

RESOLVED, THAT THE MINUTES OF THE MEETING HELD **THURSDAY, MAY 18, 2017** BE APPROVED AS RECORDED AND SUBMITTED BY THE BOARD'S RECORDING SECRETARY:

YEAS – TRUSTEES DIAZ, GNATEK, MCLELLAN, NEARY, PEGG, TROZAK, TUCKER
AND CHAIRPERSON ROBERSON – 8

NAYS – NONE

ASSISTANT EXECUTIVE DIRECTOR'S REPORT

ASSISTANT EXECUTIVE DIRECTOR **DAVID CETLINSKI** ASKED THE BOARD TO APPROVE ADDING TRUSTEE **STEVEN WATSON** TO THE SYSTEM'S BUDGET COMMITTEE; TO ADOPT THE RSCD JOINT PERSONNEL COMMITTEE IN POLICY FORMAT AS OPPOSED TO CHARTER FORMAT; AND TO THANK TRUSTEE **TRACY THOMAS** FOR HIS DEDICATION AND SERVICE DURING HIS TENURE AS A TRUSTEE OF THE SYSTEM FOR THE PERIOD COMMENCING APRIL 16, 2015 AND TERMINATING JUNE 30, 2017.

LOBBYIST **OSCAR W. KING, III** ENTERED THE MEETING AT 9:27 A.M.

PFRS BUDGET COMMITTEE MEMBER APPOINTMENT

BY TRUSTEE PEGG – SUPPORTED BY TRUSTEE TROZAK

WHEREAS, TRUSTEE **STEVEN WATSON** HAS PETITIONED THE BOARD TO BE APPOINTED TO THE SYSTEM'S **BUDGET COMMITTEE**, AND

WHEREAS, THIS MATTER WAS DISCUSSED IN OPEN SESSION, THEREFORE BE IT

RESOLVED, THAT THE BOARD HEREBY APPOINTS TRUSTEE **STEVEN WATSON** AS A MEMBER OF THE SYSTEM'S **BUDGET COMMITTEE**, AND BE IT FURTHER

PFRS BUDGET COMMITTEE MEMBER APPOINTMENT - CONTINUED

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO TRUSTEE **STEVEN WATSON**:

YEAS – TRUSTEES DIAZ, GNATEK, MCLELLAN, NEARY, PEGG, TROZAK, TUCKER
AND CHAIRPERSON ROBERSON – 8

NAYS – NONE

RSCD JOINT PERSONNEL COMMITTEE

BY TRUSTEE DIAZ – SUPPORTED BY TRUSTEE GNATEK

RESOLVED, THAT THE BOARD ADOPT THE RSCD JOINT PERSONNEL COMMITTEE
IN POLICY FORMAT AS OPPOSED TO CHARTER FORMAT, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO THE BOARD
OF TRUSTEES OF THE GENERAL RETIREMENT SYSTEM:

YEAS – TRUSTEES DIAZ, GNATEK, MCLELLAN, NEARY, PEGG, TROZAK, TUCKER
AND CHAIRPERSON ROBERSON – 8

NAYS – NONE

THANKING TRUSTEE TRACY THOMAS

BY TRUSTEE PEGG – SUPPORTED BY TRUSTEE GNATEK

WHEREAS, TRACY THOMAS WAS SWORN IN AS AN ELECTED TRUSTEE OF THE
POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
(REPRESENTING THE FIRE DEPARTMENT) FOR THE TERM COMMENCING **APRIL
16, 2015** AND TERMINATING **JUNE 30, 2017**, AND

WHEREAS, TRACY THOMAS CARRIED OUT HIS RESPONSIBILITIES WITH
DEDICATION, SINCERTY AND HARD WORK AND HAS PROVIDED DISTINGUISHED
SERVICE TO THE BOARD OF TRUSTEES, MEMBERS AND RETIREES OF THE POLICE
AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT AND THE CITY OF
DETROIT, AND

THANKING TRUSTEE TRACY THOMAS - CONTINUED

WHEREAS, THE BOARD OF TRUSTEES, MEMBERS AND RETIREES OF THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT OWE A DEBT OF GRATITUDE TO **TRACY THOMAS** FOR HIS FAITHFUL SERVICE, THEREFORE BE IT

RESOLVED, THAT THE BOARD OF TRUSTEES, ON BEHALF OF ALL THE AFOREMENTIONED PARTIES, SAYS, “**THANK YOU FOR A JOB WELL DONE, MR. THOMAS**,” AND BE IT FURTHER

RESOLVED, THAT THE BOARD EXPRESSES CONGRATULATIONS AND FUTURE BEST WISHES TO **TRACY THOMAS**, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO **TRACY THOMAS**:

YEAS – TRUSTEES DIAZ, GNATEK, MCLELLAN, NEARY, PEGG, TROZAK, TUCKER
AND CHAIRPERSON ROBERSON – 8

NAYS – NONE

THANKING CHAIRPERSON PORTIA ROBERSON

THE TRUSTEES OF THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT EXPRESS THEIR GRATITUDE AND THANKS TO **PORTIA ROBERSON** FOR HAVING SERVED WITH HONOR AND INTEGRITY IN HER ROLE AS **CHAIRPERSON** OF THE SYSTEM FOR THE PERIOD COMMENCING **JULY 1, 2016** AND TERMINATING **JUNE 30, 2017**.

THANKING VICE CHAIRPERSON JOHN SERDA

THE TRUSTEES OF THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT EXPRESS THEIR GRATITUDE AND THANKS TO **JOHN SERDA** FOR HAVING SERVED WITH HONOR AND INTEGRITY IN HIS ROLE AS **VICE CHAIRPERSON** OF THE SYSTEM FOR THE PERIOD COMMENCING **JULY 1, 2016** AND TERMINATING **JUNE 30, 2017**.

EXECUTIVE DIRECTOR'S REPORT

EXECUTIVE DIRECTOR **CYNTHIA A. THOMAS** WILL PRESENT HER REPORT FOLLOWING THE CONCLUSION OF GENERAL COUNSEL'S REPORT.

CHIEF INVESTMENT OFFICER'S REPORT

CHIEF INVESTMENT OFFICER **RYAN C. BIGELOW** WILL ALSO PRESENT HIS REPORT FOLLOWING THE CONCLUSION OF GENERAL COUNSEL'S REPORT.

PUBLIC RELATIONS ADVISOR'S REPORT

PUBLIC RELATIONS ADVISOR **BRUCE BABIARZ** PROVIDED THE BOARD WITH A POST-CHAPTER 9 BANKRUPTCY UPDATE.

LOBBYIST'S REPORT

LOBBYIST **OSCAR W. KING, III** PROVIDED THE BOARD WITH A MICHIGAN LEGISLATIVE UPDATE.

TRUSTEE **MEGAN S. MOSLIMANI** ENTERED THE MEETING DURING **MR. KING'S** REPORT (AT 9:35 A.M.), AND TRUSTEE **ANGELA R. JAMES** ENTERED AT 9:36 A.M.

GENERAL COUNSEL'S REPORT

GENERAL COUNSEL **RONALD A. KING** ASKED THE BOARD TO ENTER INTO CLOSED SESSION TO DISCUSS MATTERS INVOLVING ATTORNEY/CLIENT PRIVILEGE.

CLOSED SESSION

BY TRUSTEE GNATEK – SUPPORTED BY TRUSTEE NEARY

RESOLVED, THAT THE BOARD ENTER INTO CLOSED SESSION FOR THE PURPOSE OF DISCUSSING MATTERS INVOLVING ATTORNEY/CLIENT PRIVILEGE:

TRUSTEE **JOHN NAGLICK** ENTERED THE MEETING AT 9:44 A.M.

CLOSED SESSION - CONTINUED

A ROLL CALL VOTE WAS TAKEN AS FOLLOWS:

YEAS – TRUSTEES DIAZ, GNATEK, JAMES, MCLELLAN, MOSLIMANI, NAGLICK,
NEARY, PEGG, TROZAK, TUCKER AND CHAIRPERSON ROBERSON – 11

NAYS – NONE

THE BOARD ENTERED INTO CLOSED SESSION AT **9:44 A.M.**

TRUSTEE **JOHN SERDA** ENTERED THE MEETING AT 9:46 A.M.; AND TRUSTEE
BRENDA JONES ENTERED AT 10:10 A.M.

OPEN SESSION

BY TRUSTEE TUCKER – SUPPORTED BY TRUSTEE TROZAK

RESOLVED, THAT THE BOARD RETURN TO OPEN SESSION:

YEAS – TRUSTEES DIAZ, GNATEK, JAMES, JONES, MCLELLAN, MOSLIMANI,
NAGLICK, NEARY, PEGG, SERDA, TROZAK, TUCKER AND CHAIRPERSON
ROBERSON – 13

NAYS – NONE

THE BOARD RETURNED TO OPEN SESSION AT **10:37 A.M.**

CHIEF INVESTMENT OFFICER'S REPORT

CHIEF INVESTMENT OFFICER **RYAN C. BIGELOW** AND INVESTMENT OFFICER
MICHAEL KRUSHENA DISCUSSED VARIOUS MATTERS, INCLUDING SUPERIOR
CAPITAL'S FUND, L.P. (RETURNS AND VALUATIONS); THE SYSTEM'S WATCH LIST;
THE SYSTEM'S PORTFOLIO PERFORMANCE; OPPORTUNISTIC DEBT; STRUCTURED
CREDIT; DIRECT LENDING; REAL ESTATE; AND PRIVATE EQUITY.

THL CREDIT SELECT CLO EQUITY FUND, LP

BY TRUSTEE PEGG – SUPPORTED BY TRUSTEE NAGLICK

RESOLVED, THAT IN CONJUNCTION WITH THE SYSTEM'S INVESTMENT COMMITTEE, THE BOARD APPROVE THE RECOMMENDATION OF STAFF AND WILSHIRE THAT THE SYSTEM COMMIT \$30,000,000.00 TO THL CREDIT SELECT CLO EQUITY FUND, L.P., SUBJECT TO GENERAL COUNSEL'S REVIEW AND APPROVAL OF ALL TRANSACTION DOCUMENTS:

YEAS – TRUSTEES DIAZ, GNATEK, JAMES, JONES, MCLELLAN, MOSLIMANI,
NAGLICK, NEARY, PEGG, SERDA, TROZAK, TUCKER AND CHAIRPERSON
ROBERSON – 13

NAYS – NONE

COMVEST CAPITAL IV; CRESCENT DIRECT LENDING FUND II; BENEFIT STREET
PARTNERS FUND IV; PERMIRA CREDIT SOLUTIONS III

BY TRUSTEE PEGG – SUPPORTED BY TRUSTEE NEARY

RESOLVED, THAT IN CONJUNCTION WITH THE SYSTEM'S INVESTMENT COMMITTEE, THE BOARD APPROVES THE SYSTEM COMMITTING \$30,000,000.00 TO COMVEST CAPITAL IV; \$30,000,000.00 TO CRESCENT DIRERCT LENDING FUND II; \$15,000,000.00 TO BENEFIT STREET PARTNERS FUND IV; AND \$30,000,000.00 TO PERMIRA CREDIT SOLUTIONS III, SUBJECT TO GENERAL COUNSEL'S REVIEW AND APPROVAL OF ALL TRANSACTION DOCUMENTS:

YEAS – TRUSTEES DIAZ, GNATEK, JAMES, JONES, MCLELLAN, MOSLIMANI,
NAGLICK, NEARY, PEGG, SERDA, TROZAK, TUCKER AND CHAIRPERSON
ROBERSON – 13

NAYS – NONE

MUNIMAE SUBORDINATED PROMISSORY NOTE

BY TRUSTEE PEGG – SUPPORTED BY TRUSTEE NEARY

RESOLVED, THAT IN CONJUNCTION WITH THE SYSTEM'S INVESTMENT COMMITTEE, THE BOARD ACCEPTS MMA CAPITAL MANAGEMENT'S OFFER TO PURCHASE THE SYSTEM'S SUBORDINATED PROMISSORY NOTE:

YEAS – TRUSTEES DIAZ, GNATEK, JAMES, JONES, MCLELLAN, MOSLIMANI,
NAGLICK, NEARY, PEGG, SERDA, TROZAK, TUCKER AND CHAIRPERSON
ROBERSON – 13

NAYS – NONE

SEMINOLE EQUITY REIT

BY TRUSTEE PEGG – SUPPORTED BY NAGLICK

RESOLVED, THAT IN CONJUNCTION WITH THE SYSTEM'S INVESTMENT COMMITTEE, THE BOARD ACCEPTS SEMINOLE'S REQUEST TO WRITE-DOWN SEMINOLE'S EQUITY REIT, SUBJECT TO ADDITIONAL TERMS AND FURTHER REVIEW BY STAFF AND COURTLAND PARTNERS:

YEAS – TRUSTEES DIAZ, GNATEK, JAMES, JONES, MCLELLAN, MOSLIMANI,
NAGLICK, NEARY, PEGG, SERDA, TROZAK, TUCKER AND CHAIRPERSON
ROBERSON – 13

NAYS – NONE

SUPERIOR CAPITAL TENDER OFFER

BY TRUSTEE PEGG – SUPPORTED BY TRUSTEE NAGLICK

RESOLVED, THAT IN CONJUNCTION WITH THE SYSTEM'S INVESTMENT COMMITTEE, THE BOARD APPROVES SUPERIOR CAPITAL'S TENDER OFFER, SUBJECT TO ADDITIONAL REVIEW AND RECOMMENDATION BY HAMILTON LANE:

SUPERIOR CAPITAL TENDER OFFER - CONTINUED

YEAS – TRUSTEES DIAZ, GNATEK, JAMES, JONES, MCLELLAN, MOSLIMANI,
NAGLICK, NEARY, PEGG, SERDA, TROZAK, TUCKER AND CHAIRPERSON
ROBERSON – 13

NAYS – NONE

CHIEF INVESTMENT OFFICER'S REPORT - CONTINUED

IN CONCLUSION, **MR. BIGELOW** INFORMED THE BOARD THAT **MR. KRUSHENA** WILL RESIGN HIS POSITION AS THE SYSTEM'S INVESTMENT OFFICER AT MONTH'S END TO ACCEPT EMPLOYMENT ELSEWHERE. THE BOARD WISHED **MR. KRUSHENA** THE BEST.

OPENING NOMINATIONS FOR CHAIRPERSON OF THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT FOR THE PERIOD COMMENCING JULY 1, 2017 AND TERMINATING JUNE 30, 2018

CHAIRPERSON **ROBERSON** RELINQUISHED THE CHAIR TO VICE CHAIRPERSON **SERDA**, MADE THE MOTION WHICH FOLLOWS AND THEN RESUMED THE CHAIR.

BY TRUSTEE ROBERSON – SUPPORTED BY TRUSTEE TROZAK

RESOLVED, THAT NOMINATIONS FOR CHAIRPERSON OF THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT FOR THE PERIOD COMMENCING **JULY 1, 2017** AND TERMINATING **JUNE 30, 2018** BE **OPENED**:

YEAS – TRUSTEES DIAZ, GNATEK, JAMES, JONES, MCLELLAN, MOSLIMANI,
NAGLICK, NEARY, PEGG, SERDA, TROZAK, TUCKER AND CHAIRPERSON
ROBERSON – 13

NAYS – NONE

CHAIRPERSON **ROBERSON** NOMINATED VICE CHAIRPERSON **SERDA** TO SERVE AS CHAIRPERSON. TRUSTEE **TROZAK** SUPPORTED CHAIRPERSON **ROBERSON'S** NOMINATION, AND VICE CHAIRPERSON **SERDA** ACCEPTED SAID NOMINATION.

CLOSING NOMINATIONS FOR CHAIRPERSON OF THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT FOR THE PERIOD COMMENCING JULY 1, 2017 AND TERMINATING JUNE 30, 2018

CHAIRPERSON **ROBERSON** RELINQUISHED THE CHAIR TO VICE CHAIRPERSON **SERDA**, MADE THE MOTION WHICH FOLLOWS AND THEN RESUMED THE CHAIR.

BY TRUSTEE ROBERSON – SUPPORTED BY TRUSTEE TROZAK

RESOLVED, THAT NOMINATIONS FOR CHAIRPERSON OF THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT FOR THE PERIOD COMMENCING **JULY 1, 2017** AND TERMINATING **JUNE 30, 2018** BE **CLOSED**:

YEAS – TRUSTEES DIAZ, GNATEK, JAMES, JONES, MCLELLAN, MOSLIMANI, NAGLICK, NEARY, PEGG, SERDA, TROZAK, TUCKER AND CHAIRPERSON ROBERSON – 13

NAYS – NONE

DESIGNATION OF CHAIRPERSON OF THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT FOR THE PERIOD COMMENCING JULY 1, 2017 AND TERMINATING JUNE 30, 2018

HAVING BEEN THE ONLY TRUSTEE NOMINATED TO SERVE AS CHAIRPERSON, **JOHN SERDA** IS HEREBY DESIGNATED CHAIRPERSON OF THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT FOR THE PERIOD COMMENCING **JULY 1, 2017** AND TERMINATING **JUNE 30, 2018**:

OPENING NOMINATIONS FOR VICE CHAIRPERSON OF THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT FOR THE PERIOD COMMENCING JULY 1, 2017 AND TERMINATING JUNE 30, 2018

BY TRUSTEE GNATEK – SUPPORTED BY TRUSTEE DIAZ

RESOLVED, THAT NOMINATIONS FOR VICE CHAIRPERSON OF THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT FOR THE PERIOD COMMENCING **JULY 1, 2017** AND TERMINATING **JUNE 30, 2018** BE **OPENED**:

OPENING NOMINATIONS FOR VICE CHAIRPERSON OF THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT FOR THE PERIOD COMMENCING JULY 1, 2017 AND TERMINATING JUNE 30, 2018 - CONTINUED

YEAS – TRUSTEES DIAZ, GNATEK, JAMES, JONES, MCLELLAN, MOSLIMANI, NAGLICK, NEARY, PEGG, SERDA, TROZAK, TUCKER AND CHAIRPERSON ROBERSON – 13

NAYS – NONE

TRUSTEE **GNATEK** NOMINATED TRUSTEE **JEFFREY PEGG** TO SERVE AS VICE CHAIRPERSON. TRUSTEE **DIAZ** SUPPORTED TRUSTEE **GNATEK'S** NOMINATION, AND TRUSTEE **PEGG** ACCEPTED SAID NOMINATION.

CLOSING NOMINATIONS FOR VICE CHAIRPERSON OF THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT FOR THE PERIOD COMMENCING JULY 1, 2017 AND TERMINATING JUNE 30, 2018

BY TRUSTEE JONES – SUPPORTED BY TRUSTEE NEARY

RESOLVED, THAT NOMINATIONS FOR VICE CHAIRPERSON OF THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT FOR THE PERIOD COMMENCING **JULY 1, 2017** AND TERMINATING **JUNE 30, 2018** BE **CLOSED**:

YEAS – TRUSTEES DIAZ, GNATEK, JAMES, JONES, MCLELLAN, MOSLIMANI, NAGLICK, NEARY, PEGG, SERDA, TROZAK, TUCKER AND CHAIRPERSON ROBERSON – 13

NAYS – NONE

DESIGNATION OF VICE CHAIRPERSON OF THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT FOR THE PERIOD COMMENCING **JULY 1, 2017** AND TERMINATING JUNE 30, 2018

HAVING BEEN THE ONLY TRUSTEE NOMINATED TO SERVE AS VICE CHAIRPERSON, **JEFFREY PEGG** IS HEREBY DESIGNATED VICE CHAIRPERSON OF THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT FOR THE PERIOD COMMENCING **JULY 1, 2017** AND TERMINATING **JUNE 30, 2018**:

ASSISTANT EXECUTIVE DIRECTOR **DAVID CETLINSKI** EXCUSED HIMSELF AT 12:02 P.M.

EXECUTIVE DIRECTOR'S REPORT

EXECUTIVE DIRECTOR **CYNTHIA A. THOMAS** DISCUSSED THE EXECUTIVE DIRECTOR RFP AT LENGTH, NOTING THAT THE EXECUTIVE DIRECTOR JOB DESCRIPTION WAS POSTED WITH SEVERAL MEDIA OUTLETS AND TRADE ASSOCIATIONS AND 46 APPLICANTS WERE CONSIDERED (INCLUDING **DAVID CETLINSKI**). FOLLOWING THE INTERVIEWS, SHE OPINED THAT THE JOINT PERSONNEL COMMITTEE DETERMINED THAT **MR. CETLINSKI** WAS THE MOST QUALIFIED OF THE 46 APPLICANTS AND IS RECOMMENDING THAT HE BE SELECTED AS THE SUCCESSOR TO **MS. THOMAS**. SHE FURTHER STATED THAT IF SELECTED AS HER SUCCESSOR, **MR. CETLINSKI** WOULD EFFECTUATE TWO (2) REQUESTS FOR PROPOSALS; ONE FOR THE ASSISTANT EXECUTIVE DIRECTOR POSITION; AND ONE FOR A CHIEF ACCOUNTING OFFICER.

TRUSTEE **JAMES** ASKED TO REVIEW **MR. CETLINSKI'S** RESUME PRIOR TO THE BOARD ACTING UPON THE RECOMMENDATION OF THE JOINT PERSONNEL COMMITTEE, SO AT THE CHAIR'S DIRECTION, **MR. CETLINSKI'S** RESUME WILL BE FORWARDED TO THE FULL BOARD, AND THIS MATTER WILL BE RE-ADDRESSED AT THE BOARD'S JULY 6TH MEETING.

TRUSTEES **DIAZ** AND **GNATEK** EXCUSED THEMSELVES AT 12:07 A.M.

RETIREE PROTECTION FUND

TRUSTEE **NAGLICK** INFORMED THE BOARD OF THE CITY'S PLAN TO CREATE THE RETIREE PROTECTION FUND ("RPF"). SAID FUND WILL BE A TAX-EXEMPT GOVERNMENTAL TRUST IN ACCORDANCE WITH IRS CODE SECTION 115 AND WILL BE CREATED FOR THE BENEFIT OF SATISFYING THE CITY'S REQUIRED CONTRIBUTIONS TO THE LEGACY PLANS OF BOTH SYSTEMS AND WILL BE FUNDED FROM DISCRETIONARY PENSION APPROPRIATIONS THROUGH FISCAL YEAR 2023 IN EXCESS OF FIXED CONTRIBUTIONS TO THE LEGACY PLANS REQUIRED BY THE PLAN OF ADJUSTMENT.

PUBLIC FORUM

AT **12:23 P.M.**, **CHAIRPERSON ROBERSON** DECLARED THE MEETING IN OPEN FORUM FOR GENERAL DISCUSSION BY THE PUBLIC ATTENDING THE MEETING.

ADJOURNMENT

THERE BEING NO FURTHER BUSINESS BEFORE THE BOARD, **CHAIRPERSON ROBERSON** ADJOURNED THE MEETING AT **12:23 P.M.** UNTIL **THURSDAY, JULY 6, 2017**, AT **9:00 A.M.**, IN THE CONFERENCE ROOM OF THE RETIREMENT SYSTEMS, 500 WOODWARD AVENUE, SUITE 3000, DETROIT, MICHIGAN 48226.

RESPECTFULLY SUBMITTED,

A handwritten signature in black ink, appearing to read "David Cetlinski". The signature is fluid and cursive, with a long horizontal stroke at the end.

DAVID CETLINSKI, ASSISTANT EXECUTIVE DIRECTOR